

## Message Text

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PAGE 01 STATE 209457  
ORIGIN EB-08

INFO OCT-01 EUR-12 EA-12 IO-14 ISO-00 COME-00 ITC-01  
TRSE-00 CIAE-00 INR-10 NSAE-00 /058 R

DRAFTED BY EB/OT/STA:WTDIROLL:JH  
APPROVED BY EB/OT/STA:TO'HERRON  
-----009114 180647Z /23

R 172208Z AUG 78  
FM SECSTATE WASHDC  
TO AMEMBASSY SEOUL  
AMEMBASSY TAIPEI  
AMEMBASSY TOKYO  
AMEMBASSY PARIS  
AMEMBASSY BRUSSELS  
USMISSION GENEVA

UNCLAS STATE 209457

ALSO FOR USOECD, USEEC

E.O. 11652: N/A

TAGS: ETRD

SUBJECT: BICYCLE TIRES AND TUBES -- USITC PROPOSES TARIFF  
RELIEF

REF: STATE 203263

1. IN REFTTEL WE ADVISED THAT ON AUGUST 10 THE USITC  
FOUND, BY A VOTE OF FOUR TO TWO; THAT INCREASED IMPORTS  
ARE A SUBSTANTIAL CAUSE OF SERIOUS INJURY TO THE DOMESTIC  
BICYCLE TIRE AND TUBE INDUSTRY. ITC WAS TO MEET AT A LATER  
DATE TO VOTE ON REMEDIAL ACTION.

2. ON AUGUST 17 THE USITC MET IN OPEN SESSION AND VOTED  
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TO RECOMMEND TO THE PRESIDENT THAT HE PROVIDE RELIEF  
IN THE FORM OF INCREASED TARIFF RATES FOR A PERIOD OF  
FIVE YEARS. THE EXISTING COLUMN ONE (MFN) AND PROPOSED  
NEW INCREASED RATES ARE AS FOLLOWS:

A. TIRES OTHER THAN TUBULAR TIRES (TSUS ITEM 772.48)

I. EXISTING COLUMN ONE (MFN) RATE - 5 PERCENT AD VALOREM

II. RECOMMENDED HIGHER RATES:

FIRST, SECOND AND THIRD YEARS, 15 PERCENT AD VALOREM;  
FOURTH AND FIFTH YEARS, 10 PERCENT AD VALOREM.

B. TUBES (TSUS ITEM 772.57)

I. EXISTING COLUMN ONE (MFN) RATE - 15 PERCENT AD VALOREM

II. RECOMMENDED HIGHER RATES:

FIRST, SECOND AND THIRD YEARS, 25 PERCENT AD VALOREM;  
FOURTH AND FIFTH YEARS, 20 PERCENT AD VALOREM.

3. ONE OF THE FOUR COMMISSIONERS MAKING AN AFFIRMATIVE  
DETERMINATION VOTED TO PROPOSE THE PROVISION OF ADJUSTMENT  
ASSISTANCE IN LIEU OF INCREASED TARIFFS.

4. AS NOTED IN REFTTEL THE USITC WILL SUBMIT A REPORT  
OF ITS FINDINGS AND RECOMMENDED REMEDY TO THE PRESIDENT  
ON SEPTEMBER 1. THE PRESIDENT WILL HAVE SIXTY DAYS  
AFTER THE RECEIPT OF THE REPORT TO ACCEPT, MODIFY OR  
REJECT THE COMMISSION'S RECOMMENDATION. DURING THE  
SIXTY DAY PERIOD AN INTERAGENCY WORKING GROUP WILL REVIEW  
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THE PROPOSED ACTION AND FORMULATE A RECOMMENDATION FOR  
CONSIDERATION BY THE PRESIDENT. VANCE

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NNN

## Message Attributes

**Automatic Decaptioning:** X  
**Capture Date:** 01 jan 1994  
**Channel Indicators:** n/a  
**Current Classification:** UNCLASSIFIED  
**Concepts:** IMPORTS, TIRES, TARIFFS  
**Control Number:** n/a  
**Copy:** SINGLE  
**Draft Date:** 17 aug 1978  
**Decaption Date:** 01 jan 1960  
**Decaption Note:**  
**Disposition Action:** n/a  
**Disposition Approved on Date:**  
**Disposition Case Number:** n/a  
**Disposition Comment:**  
**Disposition Date:** 01 jan 1960  
**Disposition Event:**  
**Disposition History:** n/a  
**Disposition Reason:**  
**Disposition Remarks:**  
**Document Number:** 1978STATE209457  
**Document Source:** CORE  
**Document Unique ID:** 00  
**Drafter:** WTDIROLL:JH  
**Enclosure:** n/a  
**Executive Order:** N/A  
**Errors:** N/A  
**Expiration:**  
**Film Number:** D780337-1003  
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**Handling Restrictions:** n/a  
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**Litigation Codes:**  
**Litigation History:**  
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**Message ID:** f50d7061-c288-dd11-92da-001cc4696bcc  
**Office:** ORIGIN EB  
**Original Classification:** UNCLASSIFIED  
**Original Handling Restrictions:** n/a  
**Original Previous Classification:** n/a  
**Original Previous Handling Restrictions:** n/a  
**Page Count:** 2  
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**Reference:** 78 STATE 203263  
**Retention:** 0  
**Review Action:** RELEASED, APPROVED  
**Review Content Flags:**  
**Review Date:** 29 mar 2005  
**Review Event:**  
**Review Exemptions:** n/a  
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**Review Release Date:** N/A  
**Review Release Event:** n/a  
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**Review Withdrawn Fields:** n/a  
**SAS ID:** 1705255  
**Secure:** OPEN  
**Status:** NATIVE  
**Subject:** BICYCLE TIRES AND TUBES -- USITC PROPOSES TARIFF RELIEF  
**TAGS:** ETRD, KS  
**To:** SEOUL TAIPEI MULTIPLE  
**Type:** TE  
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**Review Markings:**  
Sheryl P. Walter  
Declassified/Released  
US Department of State  
EO Systematic Review  
20 Mar 2014  
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